



United States
Department of
Agriculture

Farmers
Home
Administration

Washington
D.C.
20250

FmHA AN No. 2438 (1965)
December 31, 1991

SUBJECT: Information to be Provided to the Internal Revenue Service (IRS) on Rural Rental Housing (RRH) Transfers, Voluntary Conveyances, Foreclosures, and 100 Percent Membership Changes

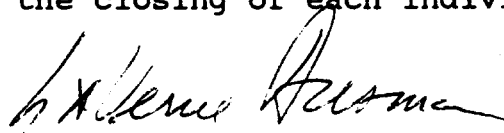
TO: State Directors and District Directors

PURPOSE/INTENDED OUTCOME: This Administrative Notice (AN) is being issued to remind the FmHA staff responsible for administration of the Multiple Family Housing (MFH) program of the provisions of paragraph 1965.92 of FmHA Instruction 1965-B. Those provisions call for the completion of Exhibit D to FmHA Instruction 1965-B when MFH property is transferred, conveyed, foreclosed, or has a 100 percent membership change. The purpose is to compile title transfer data to transmit to the Internal Revenue Service (IRS) for their review.

COMPARISON WITH PREVIOUS AN: This AN replaces FmHA AN No. 2182 (1965), dated November 30, 1990, which expired November 30, 1991.

IMPLEMENTATION RESPONSIBILITIES: Exhibit D of FmHA Instruction 1965-B must be completed for all transfers, voluntary conveyances, foreclosures and 100 percent membership changes. Carefully review the form and complete all pertinent sections. For instance, FmHA does not require an appraisal for same term transfers, but the IRS needs a market value for the property (if only estimated), which is current at the time of the transfer of the assets.

The exhibit is to be completed by the District Office servicing the account and submitted to the State Office to be forwarded to the National Office, Attention: Multiple Family Housing Servicing and Property Management (MHSPM) Division. The State Office should check the forms for completeness. Any exhibits for transactions closed during fiscal year 1991 and not yet submitted to the National Office should be transmitted within 30 days of the date of this AN. Forms completed for transactions closed during fiscal year 1992 should be submitted to the National Office within 30 days of the closing of each individual transaction.


LA VERNE AUSMAN
Administrator

EXPIRATION DATE: December 31, 1992

FILING INSTRUCTIONS:
Preceding FmHA
Instruction 1965-B



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